

FISCAL NOTE

HB 3298 - SB 3341

March 13, 1998

SUMMARY OF BILL: Provides certain changes to the annexation laws, including:

- Requires a plan of services, specifying which services must be provided and in what time frame;
- Makes the plan of services enforceable by residents of the annexed territory;
- Holds counties harmless from loss of beer taxes, Hall Income taxes and local option sales taxes due to annexations; and
- Forbids annexations across county lines unless the city already overlaps county lines or unless the county approves the annexation.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Revenues - Exceeds \$100,000 / Permissive
Forgo Local Govt. Revenues - Exceeds \$100,000 / Permissive

Increase Local Govt. Expenditures - Exceeds \$100,000 / Permissive
Decrease Local Govt. Expenditures - Exceeds \$100,000 / Permissive

To the extent that annexations occur, local governments will experience an increase in expenditures in cities for the timely provision of services to newly annexed territory, as well as a decrease in expenditures to the counties that will no longer provide services.

Local governments will also forgo revenues in the cities for taxes they would have received in the absence of this bill and counties will experience an increase in revenues they would have lost in the absence of this bill under current annexation law.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

HB 3298 - SB 3341